



County of Los Angeles  
**CHIEF ADMINISTRATIVE OFFICE**

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DAVID E. JANSSEN  
Chief Administrative Officer

Board of Supervisors  
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Second District

ZEV YAROSLAVSKY  
Third District

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Fourth District

MICHAEL D. ANTONOVICH  
Fifth District

May 7, 2007

To: Supervisor Zev Yaroslavsky, Chair  
Supervisor Gloria Molina  
Supervisor Yvonne B. Burke  
Supervisor Don Knabe  
Supervisor Michael D. Antonovich

From: David E. Janssen  
Chief Administrative Officer

**JACOBS FACILITIES, INC. CONTRACT COST REDUCTION  
(ITEM NO. 41, AGENDA OF MAY 8, 2007)**

As a result of concerns raised by Supervisor Molina, the Department of Public Works has had further negotiations with Jacobs Facilities, Inc. (JFI), regarding their fee for additional construction management services for the LAC+USC Medical Center Replacement project. JFI has agreed to reduce their fee by \$500,000 from \$3.3 million to a not-to-exceed amount of \$2.8 million.

If the Board accepts this revised cost, the contract currently before the Board will not need to be amended as the actual dollar amount would be reflected in the Supplemental Agreement to be executed following approval of the item.

On April 27, 2007, I transmitted a memo to you which provided additional information regarding Jacobs Facilities value added services to the project. JFI's agreement to this measure recognizes the impact on the County of recent project cost increases and further highlights JFI's high regard for the County as a valued customer.

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c: Executive Officer, Board of Supervisors  
County Counsel  
Department of Health Services  
Department of Public Works